ANNEX VIII
REGULATION OF MEMBER OF BOARD OF GOVERNORS
NUMBER 23/4/PADG/2021
DATED 31 MARCH 2021
ON AMENDMENT TO REGULATION OF MEMBER OF BOARD OF GOVERNORS NUMBER 20/18/PADG/2018 ON HEDGE SWAP TRANSACTIONS TO BANK INDONESIA

EXAMPLE OF NET SETTLEMENT CALCULATION FOR THE NOMINAL VALUE MATCHING TO THE BANK'S OUTSTANDING OFFSHORE LOAN AT EACH EXTENSION PERIOD OF HEDGE SWAP TRANSACTION TO BANK INDONESIA

A. Hedging Contract

1. Schedule for installment payment of Offshore Loan: USD10 million every year for 2 years.
2. Nominal Value of Hedging Contract:
    a. USD20 million for the first year.
    b. USD10 million for the second year.
3. Period of Hedging Contract: 2 years.

B. Hedge Swap Transaction to Bank Indonesia

1. Period: 12 months.
2. Nominal: USD20 million.
3. Transaction date: 12 February 20XX.
4. Value date (first leg settlement of swap 1): 14 February 20XX.
5. Jakarta Interbank Spot Dollar Rate (JISDOR) on 11 February 20XX: IDR14,000.00.
6. Swap premium for 12 months: IDR600.00.

7. Due value date (second leg settlement of swap 1): 14 February 20XY.
8. Rate in the second leg settlement of swap 1: IDR14,600.00.

C. Extension of Hedge Swap Transaction to Bank Indonesia

1. Extension period: 12 months.
2. Nominal: USD10 million.
3. Extension transaction date: 12 February 20XY.
4. Extension value date (first leg settlement of swap 2): 14 February 20XY.
5. Jakarta Interbank Spot Dollar Rate (JISDOR) on 11 February 20XY: IDR14,500.00.
6. Swap premium for 12 months: IDR650.00.

D. Settlement of Hedge Swap Transaction to Bank Indonesia

Settlement Calculation

1. When a Hedge Swap Transaction to Bank Indonesia falls due, calculation of the second leg settlement of swap 1 on 14 February 20XY is as follows:
   a. Bank Indonesia will return to the Bank: USD20 million.
   b. The Bank will return to Bank Indonesia: (IDR14,000.00 + IDR600,00) x USD20 million = IDR292 billion.
2. During the extension of a Hedge Swap Transaction to Bank Indonesia, calculation of the first leg settlement of swap 2 on 14 February 20XY is as follows:
   a. Bank Indonesia will receive transfer from the Bank: USD10 million.
   b. The Bank will receive from Bank Indonesia: IDR14,500.00 x USD10 million = IDR145 billion.

Transaction Settlement

Net transaction settlement on 14 February 20XY is as follows:

a. USD settlement = USD20 million – USD10 million = USD10 million.
b. IDR settlement = IDR145 billion – IDR292 billion = (IDR147 billion).

Based on the net transaction settlement calculation result:

a. Bank Indonesia will transfer to the Bank's account with a correspondent bank an amount of USD10 million.
b. Bank Indonesia will debit the Bank's rupiah checking account an amount of IDR147 billion.

MEMBER OF BOARD OF GOVERNORS,

SIGNED

DESTRY DAMAYANTI